H. R. 1099

To amend the Balanced Budget and Emergency Deficit Control Act of 1985 to provide for a sequestration of \$25 billion for fiscal year 1993 and approximately \$50 billion for each of fiscal years 1994 and 1995.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 24, 1993

Mr. Horn (for himself, Mr. Armey, Mr. Hyde, Mr. McCollum, Mr. DeLay, Mr. Blute, Mr. Burton of Indiana, Mr. Crapo, Mr. Doolittle, Mr. Greenwood, Mr. Herger, Mr. Houghton, Mr. Lewis of California, Mr. Leach, Mr. Smith of Michigan, and Mr. Torkildsen) introduced the following bill; which was referred to the Committee on Government Operations

A BILL

To amend the Balanced Budget and Emergency Deficit Control Act of 1985 to provide for a sequestration of \$25 billion for fiscal year 1993 and approximately \$50 billion for each of fiscal years 1994 and 1995.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Deficit Reduction Act
- 5 of 1993''.

SEC. 2. ACROSS-THE-BOARD SEQUESTRATION OF FEDERAL 2 SPENDING. 3 (a) Across-the-Board Sequestration of Fed-ERAL SPENDING.—Part C of the Balanced Budget and 5 Emergency Deficit Control Act of 1985 is amended by adding after section 253 the following new section: 6 "SEC. 253A. ACROSS-THE-BOARD SEQUESTRATION OF FED-8 ERAL SPENDING. 9 "(a) SEQUESTRATION.— 10 "(1) 1993.—The FISCAL YEAR aggregate amount of required outlay reductions for fiscal year 11 12 1993 shall be \$25,000,000,000. 13 "(2) FISCAL YEARS 1994 AND 1995.—The aggre-14 gate amount of required outlay reductions for fiscal 15 year 1994 shall be the amount necessary to bring 16 the aggregate outlay level to 95 percent of the OMB 17 baseline for that fiscal year. The aggregate amount 18 of required outlay reductions for fiscal year 1995 19 shall be the amount necessary to bring the aggregate 20 outlay level to 90 percent of the OMB baseline for 21 that fiscal year. The OMB baseline for fiscal year 22 1994 and 1995 shall be based upon fiscal year 1993 23 enacted appropriations less any 1993 sequestrations. 24 "(3) IN GENERAL.—Notwithstanding sections 25 255 and 256, within 15 days after Congress ad-

journs to end a session (or, in the case of fiscal year

26

1 1993, on April 1, 1993), and on the same day as sequestration (if any) under sections 251, 252, and 253, but (except in the case of fiscal year 1993) after any sequestration required by those sections, there shall be a sequestration to carry out paragraph (1) in the case of fiscal year 1993 and to carry out paragraph (2) in the case of fiscal years 1994 and 1995.

"(b) APPLICABILITY.—

- "(1) IN GENERAL.—Except as provided by paragraphs (2) and (3), each nonexempt account of the United States shall be reduced by a dollar amount calculated by multiplying the level of budgetary resources in that account at that time by the uniform percentage necessary to carry out subsection (a). All obligational authority reduced under this section shall be done in a manner that makes such reductions permanent.
- "(2) Exempt accounts.—No order issued under this part may—
 - "(A) reduce benefits payable under the oldage, survivors, and disability insurance program established under title II of the Social Security Act;

1	"(B) reduce payments for net interest (all
2	of major functional category 900);
3	"(C) reduce payments for health insurance
4	programs under title XVIII of the Social Secu-
5	rity Act; or
6	"(D) reduce payments under Head Start
7	programs.
8	"(3) Flexibility with respect to certain
9	ACCOUNTS.—The President may, with respect to any
10	account, exempt that account from sequestration or
11	provide for a lower uniform percentage reduction
12	than would otherwise apply. But to the extent the
13	President exercises authority under the preceding
14	sentence, the applicable uniform percentage reduc-
15	tion necessary to carry out subsection (a) shall be
16	increased for all other non-exempt accounts. In no
17	case shall the uniform percentage reduction for a fis-
18	cal year exceed by more than 10 percentage points
19	the lower uniform percentage reduction for that fis-
20	cal year provided by the President for any account.".
21	(b) Reports.—Section 254 of the Balanced Budget
22	and Emergency Deficit Control Act of 1985 is amended—
23	(1) in subsection (d)(1), by inserting "across-
24	the-board sequestration," after "pay-as-you-go,";

1	(2) in subsection (d), by redesignating para-
2	graph (5) as paragraph (6) and by inserting after
3	paragraph (4) the following new paragraph:
4	"(5) Across-the-board sequestration re-
5	PORTS.—The preview reports shall set forth for the
6	budget year estimates for each of the following:
7	"(A) The amount of reductions required
8	under section 253A.
9	"(B) The sequestration percentage nec-
10	essary to achieve the required reduction in ac-
11	counts under section 253A(b)."; and
12	(3) in subsection (g), by redesignating para-
13	graphs (4) and (5) as paragraphs (5) and (6), re-
14	spectively, and by inserting after paragraph (3) the
15	following new paragraph:
16	"(4) Across-the-board sequestration re-
17	PORTS.—The final reports shall contain all of the in-
18	formation contained in the across-the-board seques-
19	tration preview report.".